	rvice Quality Improvement Reporting flection Form			FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013
<010>	Study Area Code	431984		
<015>	Study Area Name	OKLAHOMA COM	MM SYSTEM	
<020>	Program Year	2016		Western .
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schie	felbein	
<035>	Contact Telephone Number - Number of person identified in data line <030>	6086645455	ext.	
<039>	Contact Email Address - Email Address of person identified in data line <030>	bruce.schie	felbein@tdstelecom.com	Average of the second s
<110>	Has your company received its ETC certification from the FCC?	(ye:	s/no) O	
<111>	If your answer to Line <110> is yes, do you have an existing §54.202(a) "5 year plan" filed with the FCC?	(ye:	s/no) O O	
<112>	If your answer to Line <111> is yes, then you are required to file a progress report, on line <112> delineating the status of your company's existing § 54.202(a) "5 year plan" on file with the FCC, as it relates to your provision of voice telephony service. Attach Five-Year Service Quality Improvement Plan or, in subsequent years, your annual progress report filed pursuant to 47 C.F.R. § 54.313(a)(1). If your concept which only receives frozen support, your progress report is only required to address voice telephony service.	ompany is a	431984ok112.pdf	
	Please select the appropriate responses below (Yes, No, Not Applicable) to confir that the attached document(s), on line 112, contains a progress report on its five service quality improvement plan pursuant to §54.202(a). The information shall b submitted at the wire center level or census block as appropriate.	-year		Name of Attached Document
<113>	Maps detailing progress towards meeting plan targets		Yes	
114>	Report how much universal service (USF) support was received		Yes	
115>	How much (USF) was used to improve service quality and how support was used to improve	ve service qualit	y Yes	
116>	How much (USF) was used to improve service coverage and how support was used to improve	rove service cov	erage Yes	7
:117>	How much (USF) was used to improve service capacity and how support was used to improve		1.44	
<118>	Provide an explanation of network improvement targets not met		Not Applicable	⊣

	481
Data Collection Form OMB Collection Form July 201:	trol No. 3060-0986/OMB Control No. 3060-0819

<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <030>	6086645455 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com

<9>	<b1></b1>	<b2></b2>	<b3></b3>	<b4></b4>	<c1></c1>	<c2></c2>	<d></d>	<e></e>	<f></f>	<g></g>	<h></h>
NORS Reference Number	Outage Start Date	Outage Start Time	Outage End Date	Outage End Time	Number of Customers Affected	Total Number of Customers	911 Facilities Affected (Yes / No)	Service Outage Description (Check all that apply)	Did This Outage Affect Multiple Study Areas (Yes / No)	Service Outage Resolution	Preventative Procedures
					5	See attached					
						rksheet					
<u> </u>											

	co Pilestra Changeling Voice Bank Date.	TABLE PARTICULAR STATE OF THE CONTROL OF THE CONTRO
<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <030>	608645455 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com
<701>	Residential Local Service Charge Effective Date 1/1/2015	
<702>	Single State-wide Residential Local Service Charge	

<703>

Calk	equ.	KH3A)	Kbta		×095	4049	-469	400
State	Exchange (ILEC)	SAC (CETC)	Rate Type	Residential Local Service Rate	State Subscriber Line Charge	State Universal Service Fee	Mandatory Extended Area Service Charge	Total per line Rates and Fees
Jiate	Exchange (ILLC)	SAC (CETC)	nate Type	Service Rate	State Subscriber Line Charge	State Offiversal Service Fee	Service Charge	Total per line nates and rees
						17.11.11.11		
				See at	tached worksheet			
					Initial Control			

Page 5

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<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <030>	6086645455 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com

<711>	40		WD.	400	- 40 ·		*405	subs	
	State	Exchange (ILEC)	Residential Rate	State Regulated Fees	Total Rate and Fees	Broadband Service - Download Speed (Mbps)	Broadband Service - Upload Speed (Mbps)	Usage Allowance (GB)	Usage Allowance Action Taken When Limit Reached (select)
				- See attac worksheet -	hed				
				Volkonoot					

			DRICCHOLEN SOCIONAL SECTION BY CONTRACT SECTION OF CONTRACT SECTION SE
			\$66,2003
<010>	Study Area Code		431984
<015>	Study Area Name		OKLAHOMA COMM SYSTEM
<020>	Program Year		2016
<030>	Contact Name - Person USAC should contact regarding this data		Bruce Schiefelbein
<035>	Contact Telephone Nun	nber - Number of person identified in data line <030>	6086645455 ext.
<039>	Contact Email Address -	Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com
<810>	Reporting Carrier	Oklahoma Communications Systems, Inc.	
<811>	Holding Company	Telephone and Data Systems, Inc.	
<812>	Operating Company	Oklahoma Communications Systems, Inc.	

13>		Control of the Control	a).
	Affiliates	SAC	Doing Business As Company or Brand Designation
	See att	ached worksho	et
		TOTIOG WOTHER	

	organismo.	TOTAL SERVICE
<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <0302	6086645455 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030	> bruce.schiefelbein@tdstelecom.com
<910>	Absert Apact	ntee-Shawnee, Apache, Caddo, Cherokee, Cheyenne Arapaho, Citizen Potawatomi, Comanche, Delaware, Fort Sill ne, Kiowa, Muscogee (Creek), Wichita and Affiliated Tribes,
<920>	Tribal Government Engagement Obligation	9840k920.pdf

Name of Attached Document

demonstrates coordination with the Tribal government pursuant to § 54.313(a)(9) includes:

<921> Needs assessment and deployment planning with a focus on Tribal community anchor institutions.
<922> Feasibility and sustainability planning;
<923> Marketing services in a culturally sensitive manner;
<924> Compliance with Rights of way processes
<925> Compliance with Land Use permitting requirements

If your company serves Tribal lands, please select (Yes, No, NA) for each these boxes

to confirm the status described on the attached document(s), on line 920,

<927> Compliance with Environmental Review processes
<928> Compliance with Cultural Preservation review processes
<929> Compliance with Tribal Business and Licensing requirements.

Compliance with Facilities Siting rules

<926>

Select
Yes or No or
Not Applicable

	o Semperial Decirios di Reporting Inclienziosop	est Pointelle One Conteller 2000/086/0989 Control No. 3060-6819 July 2013
<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <030>	6086645455 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com
<1120>	Please confirm whether terrestrial backhaul options exist within the supported area pursuant to § 54.313(g) (Yes, No).	
<1130>	Please select the appropriate response (Yes, No, Not Applicable) to confirm the reporting carrier offers broadband service of at least 1 Mbps downstream and 256 upstream within the supported area pursuant to § 54.313(g).	kbps

	respendit egge for infeline Xustomers colon Form	SALE COMPANIE CHICAGO DE COMPANIE CONTROPRO SUSTINO DE CONTRO SUSTINO DE CONTROPRO SUSTINO DE CONTROPRO SUSTINO DE
<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <03	
<039>	Contact Email Address - Email Address of person identified in data line <0	30> bruce.schiefelbein@tdstelecom.com
<1210>	Terms & Conditions of Voice Telephony Lifeline Plans	431984ok1210.pdf
		Name of Attached Document
<1220>	Link to Public Website	
or the we	neck these boxes below to confirm that the attached document(s), on line 1210, bsite listed, on line 1220, contains the required information pursuant to (a)(2) annual reporting for ETCs receiving low-income support, carriers must report:	
<1221>	Information describing the terms and conditions of any voice telephony service plans offered to Lifeline subscribers,)
<1222>	Details on the number of minutes provided as part of the plan,	
<1223>	Additional charges for toll calls, and rates for each such plan.	

	en Cort Cardio Additional Locumentation (Chapter) Face of Carting Cardina of Juneton with Tring Conscious Sections (Cardina)	TO SECURIOR
<010>	Study Area Code	
<015>	Study Area Name	431984
<020>	Program Year	OKLAHOMA COMM SYSTEM
<030>	Contact Name - Person USAC should contact regarding this data	2016
<035>	Contact Telephone Number - Number of person identified in data line <030>	Bruce Schierelbein
<039>	Contact Email Address - Email Address of person identified in data line <030>	6086649453 ext.
A-		bruce.scnlerelbeln@tdstelecom.com
	America Phase II support as set forth in 47 CFR § 54.313(b),(c),(d),(e). The information incremental Connect America Phase I reporting 2nd Year Certification (47 CFR § 54.313(b)(1)ii) 3rd Year Certification (47 CFR § 54.313(b)(1)ii)	a recipient of Incremental Connect America Phase I support, frozen High Cost support, High Cost support to offset access charge reductions, and nation reported on this form and in the documents attached below is accurate.
	Price Cap Carrier Receiving Frozen Support Certification (47 CFR § 54.312(a))	Name of Attached Document(s) Listing Required Information
<2012>		
<2012>	(2.1) [기가 : 1.4]	
<2013>	[
<2014>		
<2015>	2016 and future Frozen Support Calculation {47 CFR § 54.313(c)(4)}	
	Price Cap Carrier Connect America ICC Support (47 CFR § 54.313(d))	
<2016>	Certification Support Used to Build Broadband	
<2017> <2018> <2019>	5th year Broadband Service Certification	
<2020>	Please check the box to confirm that the attached document(s), on lir pursuant to § 54.313 (e)(3)(ii), as a recipient of CAF Phase II support s addresses of community anchor institutions to which began providing preceding calendar year.	ne 2021,contains the required information hall provide the number, names, and access to broadband service in the
<2021>	Interim Progress Community Anchor Institutions	Name of Attached Document(s) Listing Required Information

f U.	er of firms or broad domes brougaetstop	
		Carrier and Carrie
	在企业的基本发展的	
No. of Contract of		
<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data Contact Telephone Number - Number of person identified in data line <030>	Bruce Schiefelbein 6086645455 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com
CHECK	he hoves below to note compliance on its five year service quality plan (nursuan	nt to 47 CFR § 54.202(a)) and, for privately held carriers, ensuring compliance with the financial reporting requirements set forth in 47
	HT 내용하는 1000 HT 1000 HT 1000 HT HE HT	ne information reported on this form and in the documents attached below is accurate.
		431984ok3010.pdf
(3010)	Progress Report on 5 Year Plan Milestone Certification (47 CFR § 54.313(f)(1)(i))	
		Name of Attached Document Listing Required Information
	Disease shock this how to confirm that the attached dearwood/s), as lies 2	998 C 338 175 175 175 175 175 175 175 175 175 175
(3011)	Please check this box to confirm that the attached document(s), on line 3 § 54.313 (f)(1)(ii), the carrier shall provide the number, names, and addre providing access to broadband service in the preceding calendar year.	
		431984ok3012.xlsx
(3012)	Community Anchor Institutions (47 CFR § 54.313(f)(1)(ii))	
		Name of Attached Document Listing Required Information
(3013)	Is your company a Privately Held ROR Carrier (47 CFR § 54.313(f)(2))	(Yes/No)
	If yes, does your company file the RUS annual report	(Yes/No)
Please	check these boxes to confirm that the attached document(s), on line 3017	7, contains the required information pursuant to § 54.313(f)(2) compliance requires:
(3015)	Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers)	
(3016)	Document(s) for Balance Sheet, Income Statement and Statement of Care	sh Flows
(3017)	If the response is yes on line 3014, attach your company's RUS annual	
	report and all required documentation	
		Name of Attached Document Listing Required Information
(3018)	If the response is no on line 3014, Is your company audited?	(Yes/No) [() [()
	If the response is yes on line 3018, please check the boxes below to	
122223	confirm your submission, on line 3026 pursuant to § 54.313(f)(2), contains	
(3019)	Either a copy of their audited financial statement; or (2) a financial report in a fo	ormat comparable to RUS Operating Report for Telecommunications
(3020)	Document(s) for Balance Sheet, Income Statement and Statement of Ca	ash Flows
(3021)	Management letter and audit opinion issued by the independent certified pu	
,,	If the response is no on line 3018, please check the boxes below	unic accountant that performed the company's intancial about
	to confirm your submission, on line 3026 pursuant to § 54.313(f)(2),	
	contains:	
(3022)	Copy of their financial statement which has been subject to review by an	
	independent certified public accountant; or 2) a financial report in a format comparable to RUS Operating Report for Telecommunications	
	Borrowers,	_
(3023)	Underlying information subjected to a review by an independent certified	<u></u>
(2024)	public accountant	
(3024)	Underlying information subjected to an officer certification. Document(s) for Balance Sheet, Income Statement and Statement of Ca	ash Flows
********		I
(3026)	Attach the worksheet listing required information	1
iii na	2	İ
		Name of Attached Document Listing Required Information

		the county and approximation for the
<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <030>	6086645455 ext.
	Contact Email Address - Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com
100 mg	BREED 2016 TO THE PURE TO SUFFICION STORES HERE AND A SUPERIOR STORES TO THE SUPERIOR STORES TO THE SUPERIOR S	

Financial Data Summary	***************************************
(3027) Revenue	The state of the s
(3028) Operating Expenses	
(3029) Net Income	ST-0X-DIMESTRAL TO AND COLUMN
(3030) Telephone Plant In Service(TPIS)	
(3031) Total Assets	
(3032) Total Debt	
(3033) Total Equity	
(3034) Dividends	

	brickelining Perjor	CONTROL OF THE PROPERTY OF THE
		La Maria
<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <030>	6086645455 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com

TO BE COMPLETED BY THE REPORTING CARRIER, IF THE REPORTING CARRIER IS FILING ANNUAL REPORTING ON ITS OWN BEHALF:

certify that I am an officer of the reporting carrier; my responsil recipients; and, to the best of my knowledge, the information re	bilities include ensuring the accuracy of the annual reporting requirements for universal service support ported on this form and in any attachments is accurate.
Name of Reporting Carrier: OKLAHOMA COMM SYSTEM	
Signature of Authorized Officer: CERTIFIED ONLINE	Date 06/12/2015
Printed name of Authorized Officer: Kevin Hess	
Title or position of Authorized Officer: Executive Vice Presi	dent
Telephone number of Authorized Officer: 6086644160 ext.	
Study Area Code of Reporting Carrier: 431984	Filing Due Date for this form: 07/01/2015

	A Property of the Control of the Con	A PERFORM TO THE PROPERTY OF THE PERFORMANCE AND THE PERFORMANCE A
<010>	Study Area Code	431984
<015>	Study Area Name	OKLAHOMA COMM SYSTEM
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Bruce Schiefelbein
<035>	Contact Telephone Number - Number of person identified in data line <030>	6086645455 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	bruce.schiefelbein@tdstelecom.com

TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING ANNUAL REPORTS ON THE CARRIER'S BEHALF:

Certification of Officer to Aut	orize an Agent to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier
I certify that (Name of Agent)_ also certify that I am an officer of the reporting carrier; r agent; and, to the best of my knowledge, the reports an	is authorized to submit the information reported on behalf of the reporting carrier. It responsibilities include ensuring the accuracy of the annual data reporting requirements provided to the authorized data provided to the authorized agent is accurate.
Name of Authorized Agent:	
Name of Reporting Carrier:	
Signature of Authorized Officer:	Date:
Printed name of Authorized Officer:	
Title or position of Authorized Officer:	
Telephone number of Authorized Officer:	
Study Area Code of Reporting Carrier:	Filing Due Date for this form:
Persons willfully making false statements on this form o	be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.

TO BE COMPLETED BY THE AUTHORIZED AGENT:

Certification of Agent	Authorized to File Annual Reports for CAF or	LI Recipients on Behalf of Reporting Carrier
I, as agent for the reporting carrier, certify that I am auth the data reported herein based on data provided by the r		rice support recipients on behalf of the reporting carrier; I have provided the information reported herein is accurate.
Name of Reporting Carrier:		
Name of Authorized Agent or Employee of Agent:		
Signature of Authorized Agent or Employee of Agent:		Date:
Printed name of Authorized Agent or Employee of Agent:		
Title or position of Authorized Agent or Employee of Agent		
Telephone number of Authorized Agent or Employee of Ag	ent:	
Study Area Code of Reporting Carrier:	Filing Due Date for this form:	

Attachments

State: OKLAHOMA

Study Area:

431984

54.313(a)(1) Progress Report on Five Year Service Quality Improvement Plan pursuant to § 54.202(a)

As an Incumbent Local Exchange Carrier (ILEC) and Eligible Telecommunications Carrier (ETC), Oklahoma Communications Systems has been providing ubiquitous, high-quality voice telecommunications services in its study area for many years. To accomplish and maintain this service level, Oklahoma Communications Systems has made significant historical investment to deploy, operate, and maintain an integrated, highly-reliable network. In addition to its own capital spending, Oklahoma Communications Systems draws from the federal Universal Service Fund (USF). Universal service support has been (and continues to be) critical in enabling Oklahoma Communications System's services in its rural markets to be reasonably comparable in quality and price to services in more urban markets, as Congress mandated in the Telecommunications Act. Oklahoma Communications Systems draws USF support because the cost of providing voice and data services in its rural study area are substantially higher than those in urban areas, and thus all of the costs cannot be recovered solely from Oklahoma Communications System's customers while maintaining reasonably comparable prices. Oklahoma Communications Systems has made investments to bring high speed data services to its customers when the level of customer revenues and universal service support has made it financially viable to do so.

For Oklahoma Communications Systems, federal high cost support is used to help offset ongoing
network costs, but the monies received cover only a portion of the cost of updating and operating the
network. In 2014, Oklahoma Communications Systems received \$1,713,000 in USF support while
incurring in operating expenses and investing in new plant. The attached
Schedule A contains a list of specific network improvement projects that were completed in 2014 at the
wire center level. Where these projects related to specific DSAs within the wire center, it is so indicated
and can be cross-referenced to the exchange map attached as Exhibit 1. As evidenced by these support
and expenditure numbers provided for the current reporting year, the universal service support that
Oklahoma Communications Systems receives covers only a fraction of its cost to provide service.
Continued receipt of USF support is vital to helping Oklahoma Communications Systems maintain
reasonably comparable rates for local exchange service; and to incrementally upgrade its
telecommunications facilities and equipment to help meet evolving service requirements and maintain
high quality service.

State: OKLAHOMA

Study Area:

431984

54.313(a)(1) Progress Report on Five Year Service Quality Improvement Plan pursuant to § 54.202(a)

Because USF funding support is modest compared to Oklahoma Communications System's ongoing network operating expense, the spending of USF support money is primarily focused on repair, maintenance and incremental upgrades to maintain existing service levels rather than further expansion of broadband services deeper into the network. Given the current level of customer revenues, the level of universal support, and the technology available today, the additional costs associated with expanding broadband services to unserved portions of the study area, or increasing speeds to already served portions of the study area, far exceed Oklahoma Communications System's financial ability to make such investments.

The telecommunications industry continues to change rapidly and significantly as a result of the unprecedented pace of technological advances, increasing customer needs and ongoing regulatory reforms. The level of uncertainty brought about by these factors make long-range network planning a difficult task. By necessity, significant capital investment in network upgrades is cyclical. Capital expenditures in one year are typically followed by a number of years of maintenance of the network to allow time for recovery and return on the investment before the next upgrade is undertaken.

Rapid and significant changes in technology are expected to continue to occur in the telecommunications industry over the next five years. Oklahoma Communications Systems believes that its existing network architecture will enable it to incorporate many of these technological changes efficiently, but expects that such changes will also shorten product lifecycles and drive an increase in the rate of obsolescence experienced with existing network equipment. However, having the capability to evolve and being able to afford the cost to evolve, are both necessary to support the capital expenditure.

In an attempt to deliver products similar to those available in more urban areas, telecom companies, like Oklahoma Communications Systems are under growing pressure to provide access to services and applications that are driving enormous growth in customer demand for bandwidth. Absent predictable

State: OKLAHOMA

Study Area:

431984

54.313(a)(1) Progress Report on Five Year Service Quality Improvement Plan pursuant to § 54.202(a)

and sufficient universal service support for broadband services, Oklahoma Communications Systems will be unable to meet this growing demand.

In addition, Oklahoma Communications Systems also faces significant regulatory uncertainty at this time. The FCC 's Transformation Order and subsequent orders on reconsideration have put universal service revenue in a state of flux. Forecasting universal service revenues and developing long-range, detailed network plans that depend on those revenues has become all but impossible. While the FCC Transformation Order adopted a number of comprehensive reforms to the universal service and intercarrier compensation mechanisms, it also left open the long term framework for universal service. Presently there are multiple plans in front of the FCC proposing new and different frameworks. While some plans provide for continued support under a rate of return (ROR) regime, others propose an optional plan to move in the direction of support based on a model which predicts the costs of a forward looking fiber to the home network. The details of these plans radically differ from one another, and the FCC has given little indication of which of these plans it will move towards. It is also possible that universal service reform for ROR companies will not be resolved in the near term, and that the current mechanisms will continue to struggle along. Given this backdrop, predicting next year's federal universal service amounts, let alone those for the next five years, is tenuous at best.

The most conservative approach would be to utilize status quo whereby we forecast based on past revenues. Yet even this approach is uncertain at best. For example, even under the "status quo" assumption, the FCC is considering (1) represcribing the authorized interstate rate-of-return, possibly to a level lower than the current 11.25%; (2) eliminating high cost support in areas where there is an unsubsidized competitor offering service to less than 100% of customers; (3) limiting the recovery of Interstate Common Line Support (ICLS); and (4) lowering originating switched access rates similar to terminating rates. Having all these unknowns on the planning horizon (most, if not all of which could have a negative impact on Oklahoma Communications System's level of support) make it near impossible to predict to what extent Oklahoma Communications Systems can rely on universal service support at historic levels for continued aid in supporting its network. Any future rulemaking that results

State: OKLAHOMA

Study Area:

431984

54.313(a)(1) Progress Report on Five Year Service Quality Improvement Plan pursuant to § 54.202(a)

from these proposals could have significant impacts on the future network plans of Oklahoma Communications Systems.

Given all of the uncertainty surrounding the industry, and the need for Oklahoma Communications Systems to allocate scarce resources, invest prudently, and operate efficiently, long range predictive forecasting at any level of granularity is difficult and subject to revision as new information becomes known. Also, the speculative nature of planning in this type of environment hinders Oklahoma Communications System's ability to effectively develop long-term network build out plans based on projected future USF support.

The attached Schedule B summarizes Oklahoma Communications System's USF received in 2014 and projected expenditures for 2015 – 2019. The projected 5-year period is based upon historical spending data, which, given the many unknown factors, may have limited value in predicting future network needs and may vary widely from actual spending incurred in the forecasted years, and thus should be treated with that in mind.

The content, timing, and specific geographic locations of projects that will be undertaken in the next five years, is unknown at this time. The selection of future projects will be based on the evaluation of many factors, including current consumer demand, limited capital resources and estimated amounts of universal service support. These and other external factors are not within Oklahoma Communications System's control and are subject to change. Such changes may affect the assumptions and calculations regarding the optimal improvements to network facilities required to provide high-quality advanced services to Oklahoma Communications System's customers.

With full recognition of the difficulty in predicting exact locations, specific projects or levels of expenditures, Oklahoma Communications Systems commits to utilize available universal service support to help maintain and improve network quality, and if feasible, deploy advanced technologies and new services, expand coverage and improve broadband speeds for its customers.

Oklahoma Communication Systems, Inc.

State: OKLAHOMA Study Area: 431984

54.313(a)(1) Progress Report on Five Year Service Quality Improvement Plan pursuant to § 54.202(a)

2014 Capital Expenditures

U14 Capital Expenditures		DSA
Exchange	DSA	Population
ADAIR	Customer specific	#N/A
	20800	1,326
	20800	1,326
	20801	510
	Various	#N/A
CHOCTAW	20600	3,324
	20600	3,324
	20600	3,324
	20600	3,324
	20600	3,324
W.	20602	2,154
	20603	1,903
	20606	442
	20607	1,986
	20607	1,986
	20608	618
	20609	879
	20610	954
	none	#N/A
	Various	#N/A
331000	Various	#N/A
	none	#N/A
CYRIL	Customer specific	#N/A
	21200	1,734
	21200	1,734
	Various	#N/A
ELGIN	21300	2,289
	21300	2,289
	21300	2,289
	21300	2,289
	21300	2,289
	21300	2,289
	Customer specific	2,289
	Customer specific	2,289
	21300	2,289
	21300	2,289
	Customer specific	738
	21303	625
	21312	498
	213AC	#N/A
	37800	1,279
	Various	#N/A
	Various	#N/A
FLETCHER	21400	2,022
	21400	2,022
	21400	2,022
	Various	#N/A
	Various	#N/A
GRACEMONT	21500	994
	21500	994
	Various	#N/A
INOLA	20900	2,443
		2,443
	20900	
	20900	2,443

Schedule A

Schedule A

Oklahoma Communication Systems, Inc.

State: OKLAHOMA Study Area: 431984

54.313(a)(1) Progress Report on Five Year Service Quality Improvement Plan pursuant to § 54.202(a)

2014 Capital Expenditures

		DSA	Г		
Exchange	DSA	The second secon		Description	Description
	20900	2,443	•		
	Various	#N/A	,		
	Various	#N/A	,		
	Various	#N/A			
JONES	20700	2,745			
	20700	2,745			
	20700	2,745			
	20700	2,745			
	20700	2,745			
	20700	2,745			
	Customer specific	2,745			
	20700	2,745			
	20704	#N/A			
	Customer specific	#N/A			
	20708	461			
	Various	#N/A			
	Various	#N/A			
KELLYVILLE	21000	3,585			
	21000	3,585			
	21000	3,585			
	21000	3,585			
	Various	#N/A			
	Various	#N/A			
MOUNDS	20900	2,443			
	21106	531			
	Various	#N/A			
UNION CITY	21200	1,734			
	21600	1,317			
	Various	#N/A			
VERDEN	21700	987			
	21700	987			
	Various	#N/A			
ALL EXCHANGES	All Exchanges	#N/A			
	All Exchanges	#N/A			
	All Exchanges	#N/A			
	All Exchanges	#N/A			
	All Exchanges	#N/A			
	All Exchanges	#N/A			
	All Exchanges	#N/A			
	All Exchanges	#N/A			
	All Exchanges	#N/A			
	All Exchanges	#N/A			

Schedule B

Oklahoma Communication Systems, Inc. (SAC 431984)

Line 100 - Service Quality Improvement Reporting

Rule 54.202(a)(1) and 54.313(a)(1)

USF Received in 2014

High Cost Loop Support	\$
ICLS Support	\$ 1,273,752
Safety Net Additive	\$.=
Safety Value Additive	
CAF	\$ 439,333
TOTAL	\$ 1,713,085

Five-Year Plan

	2015	2016	2017	2018	2019
Operating Expenses	\$				
Capital Expenditures	s				

REDACTED - AVAILABLE FOR PUBLIC INSPECTION COMM. SYS.. OK Exhibit 1

OKLAHOMA COMM. SYS., OK

Broadband Status

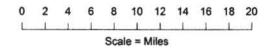


DLC LOCATION | DSA

- Existing
- Proposed | Future Broadband Enabled No DSL

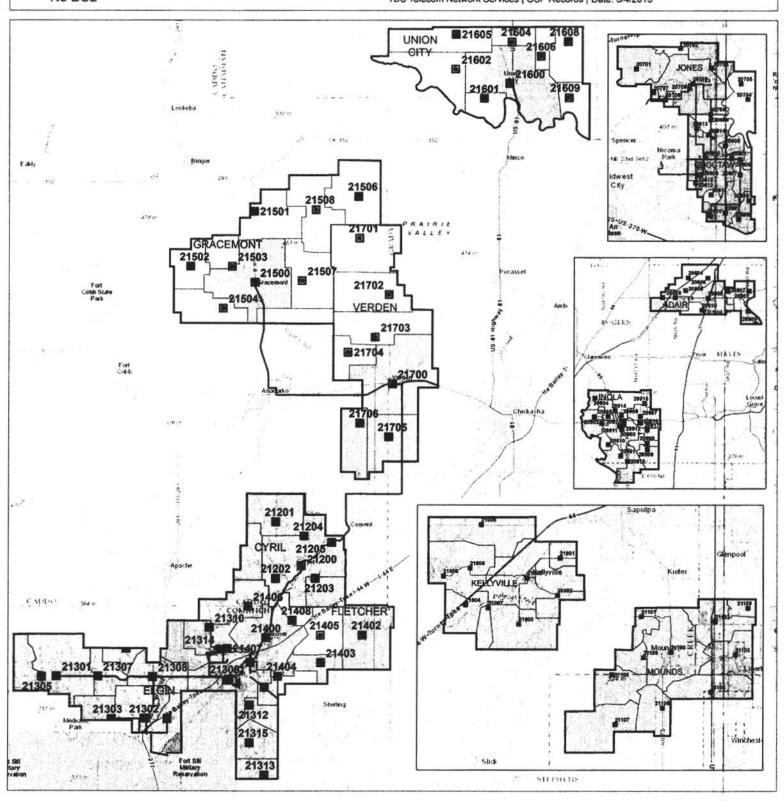
OTHER FEATURES

- Exchange Boundary
- Existing TDS Fiber



TDS Telecom Network Services | OSP Records | Date: 5/4/2015





(200) Service Outage Reporting (Voice) Data Collection Form									FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0819 July 2013			
<010> St	udy Area Code						431984					
<015> St	udy Area Nam	e				ND CONTROL	OKLAHOMA C	COMM SYSTEM				
<020> Pr	ogram Year	772-7					2016					
<030> Co	ontact Name -	Person US/	AC should cont	act regardin	ng this data		Bruce Schi	and the second s	50,7485			
	ontact Telepho					116 (030)	6086645455	ext.				
	ontact Email Ac	ldress - Em	nail Address of	person ider	ntified in data l	ine <030>	bruce.schi	efelbein@tdstelecom.com				
<220>												
<a>	<b1></b1>	<b2></b2>	<b3></b3>	<b4></b4>	<c1></c1>	<c2></c2>	<d></d>	<e></e>	<f> Did This Outage</f>	<g></g>	<h>></h>	
Reference Number	Outage Start Date	Outage Start Time	Outage End Date	Outage End Time	Number of Customers Affected	Total Number of Customers	Facilities Affected (Yes / No)	Service Outage Description (Check all that apply)	Affect Multiple Study Areas (Yes / No)	Service Outage Resolution	Preventative Procedures	
81 - 111												
								110.110.2016%				
					*						- No. 2020 124	

Line 330 - Detail on Attempts (broadband)

Rule 54.313(a)(3)

Oklahoma Communications Systems, Inc. has implemented service availability tracking tools and employee training capabilities to respond to direct customer requests for broadband services.

Upon receipt of a new broadband service request, Oklahoma Communications Systems, Inc.'s service advisors follow these steps for provisioning the service:

- The Oklahoma Communications Systems, Inc. service advisor uses a customized service addressability software tool to determine if broadband service is available to the requested service address. If it is determined that service is offered to the address, an installation order will be initiated and scheduled immediately.
- 2) If the information in the service addressability tool indicates that extension of broadband service to the service address might be possible, a field service technician is dispatched to the customer premise to perform additional diagnostic testing. Such testing will determine whether there are any reasonable adjustments to the network or customer facilities which can be made to enable the provision of service. If tests confirm that broadband service can be offered at the service address, an order is initiated and service is provisioned.
- 3) In situations where Oklahoma Communications Systems, Inc.'s terrestrial broadband service is not available to a requesting customer, Oklahoma Communications Systems, Inc. has partnered with Dish Network to offer dishNET satellite broadband service to customers. Oklahoma Communications Systems, Inc.'s service advisors are trained to discuss and assist the customer in ordering dishNET broadband service.

As the Commission acknowledged¹, some of the service areas served by rate of return Carriers like Oklahoma Communications Systems, Inc., have characteristics that make it highly cost prohibitive to extend broadband service using terrestrial wireline technology. Except as may be noted in Oklahoma Communications Systems, Inc.'s 5-year plan attached to this filing, any further build-out of terrestrial broadband service to additional locations within its study area will be dependent upon the cost of the technology to be deployed and the capital infrastructure funding level available.

¹ See *In the Matter of Connect America Fund*, WC Docket No. 10-90, Order DA 13-332, released March 3, 2013 at paras 10-11.